

# Ship building considering ship recycling

Aron Sorensen Head of Marine Environment Department

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### My presentation today

### Ship building in relation to

•The entry-into-force of the Hong Kong Convention BMCO

- Life cycle assessments
- Recycling

### **Fundamentals of the HKC**





### The intention of the HKC

... to promote the substitution of hazardous materials in the construction and maintenance of ships by less hazardous, or preferably, nonhazardous materials, without compromising the ships' safety, the safety and health of seafarers and the ships' operational efficiency.





MATERIALS

### At the design and construction stage





 Prepare Inventory of Hazardous Materials (IHM)

Prohibited to use

- Asbestos
- Ozone-depleting substances
- Polychlorinated biphenyls (PCB)
- Anti-fouling compounds and systems
- <u>EU SRR</u>: Perfluorooctane sulfonic acid (PFOS)

Other materials allowed under specified threshold values

### Inventory of hazardous materials (IHM)



App. 30.000 ships already have an IHM

Newbuilding's with a tonnage on and above 500 GT shall be equipped with an IHM after 26 June 2025

App. 23000 existing ships will have to be equipped with an IHM between 2025 and 2030

- Existing ships shall comply as far as practicable – today IHM's are often inaccurate
- Resolution MEPC.269(68), 2015 Guidelines for the development of the inventory of hazardous materials (IHM)

## Life cycle assessment (LCA) is receiving more and more attention – Fuels contra steel



#### Example: CO<sub>2</sub> equivalent emissions calculated for a RoRo ship with long operational life



Methanol/Production and maintenance\*

HFO/Production and maintanace

97%

Steel stands for about 70% of production and maintenance emissions

\*Methanol calculated with 10% MGO/MDO

### **Emissions**

The overall production, shipbuilding, maintenance and dismantling (without the recycling bonus) added up to 66.000 tons of CO<sub>2</sub> equivalent emissions

Steel amounts up to 85% of the recycling credits

The recycling bonus heavily depends on how well the ship is recycled (the recycling credit in this case app. 26.000 tons of  $CO_2$  equivalent emissions)

Shipowners see LCA on production and maintenance as an upcoming competitive parameter



Lower lifetime emissions by choosing lowemission steel



By using low emissions steel for new buildings, the overall environmental impact will be lowered

Several organizations and initiatives are striving for netzero steel production

SteelZero was introduced at last Tripartite

Important to create system around low emissions steel using circularity around ship recycling and ship building

### The steel recycling system



BIMCO

Steel from recycled ships scrap represents good quality steel for recycling

### Conclusions





Ships should be built in accordance with the HKC controlling the use of HM



Steel should be considered at the design and construction phase to lower life cycle GHG emissions of the ship

### In the long term there is a need to



Develop standard and trustworthy certification scheme of low carbon steel ("green steel")



Include "green steel" and other valuable metals in an inventory of materials



Consider amending the HKC and/or its guidelines focussing on circularity





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